

INDIANA DEPARTMENT OF TRANSPORTATION

Driving Indiana's Economic Growth

100 North Senate Avenue Room N955 Indianapolis, Indiana 46204-2216 (765) 412-0504

Mitchell E. Daniels, Jr., Governor Michael W. Reed, Commissioner

January 22, 2010

Re: Leftover Group III, IV, Bridge, and Local Transportation Enhancement Funds Policy

This memo is intended to serve as guidance for funds that remain in any Group III, IV, Local Bridge, or Local Transportation Enhancement project after bid award.

It is INDOT's policy to only allow non-discretionary changes to a project scope after bidding. Changes to the project scope after bidding that are by the choice of the sponsoring agency and are not required to complete the project will not be eligible for federal funds and must be funded 100% locally.

The federal funds allocated to a project are intended to accomplish the original scope of the project as designed. If bid prices are lower than estimated, the sponsoring agency may NOT utilize those funds for discretionary changes to the project or for another project. Those funds are available to the project for necessary changes that may arise during construction. Per the Procedures for Local Federal Aid Projects located at: http://www.in.gov/indot/div/projects/LPASection/pubs/LPA_Fed_Aid_Process.pdf a sponsoring agency may NOT transfer funds to another project after bids for the project have been opened.

This policy is effective immediately.

Jodi M.Coblentz, P.E.

Manager

Local Program Assistance Office